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#### UNITED STATES DISTRICT COURT

#### NORTHERN DISTRICT OF CALIFORNIA

GABE BEAUPERTHUY, <u>et al.</u> on behalf ) of themselves and all others ) similarly situated,

Plaintiffs,

v.

24 HOUR FITNESS USA, INC., a California corporation d/b/a 24 Hour Fitness; SPORT AND FITNESS CLUBS OF AMERICA, INC., a California corporation d/b/a 24 Hour Fitness,

Defendants.

No. 06-00715 SC

ORDER GRANTING IN
PART AND DENYING IN
PART PLAINTIFFS'
MOTION FOR LEAVE TO
FILE MOTION TO COMPEL

#### I. <u>INTRODUCTION</u>

Plaintiffs Gabe Beauperthuy, et al., ("Plaintiffs") seek leave of the Court to file a motion compelling Defendants 24 Hour Fitness USA, Inc. and Sport and Fitness Clubs of America, Inc. (collectively "Defendants" or "24 Hour Fitness") to produce additional names and addresses for facilitated notice pursuant to the Court's Opt-In Order. See Mot. for Leave, Docket No. 156. Plaintiffs seek further relief from the Court in the form of an order requiring (1) that Defendants respond to certain questions regarding the list of names Defendants provided to the Notice Administrator; (2) that Defendants identify a person most

knowledgeable regarding compliance with the Order and make that person available for a previously-noticed deposition regarding Defendants' efforts to comply with the Opt-In Order; and (3) that within 14 days following said deposition, the parties submit briefing regarding whether sanctions are appropriate. See id. Defendants did not Oppose the Motion for Leave.

For the reasons set forth herein, the Court hereby GRANTS IN PART and DENIES IN PART Plaintiffs' motion.

### II. BACKGROUND

On May 9, 2007, the Court issued the Opt-In Order, which allowed the Plaintiffs' claims to proceed as a collective action under section 16(b) of the Fair Labor Standards Act ("FLSA"), 29 U.S.C. § 216(b). See Opt-In Order, Docket No. 145, at 2. Defendants moved the Court to clarify or reconsider the scope of the Opt-In Order. See Docket No. 148. The Court denied that motion and ordered the parties to meet and confer to resolve any remaining dispute regarding the interpretation or application of the Opt-In Order. See Docket No. 154.

The Opt-In Order required Defendants to produce the names and addresses of all 24 Hour Fitness employees covered by that Order to Plaintiffs' counsel and the Notice Administrator, CPT Group.

See Opt-In Order, at 2. On July 9, 2007, Defendants produced a list containing the names of approximately 2,300 individuals covered by the Opt-In Order. See Donahoo Decl., ¶ 2. Despite the parties' attempts to reach agreement regarding the scope of the Opt-In Order, Plaintiffs allege that the list of names Defendants

produced is deficient in two ways: 1) the list excludes entire groups of people that Plaintiff argues are part of the class and should receive the Notice (i.e., Floor Supervisors); and 2) the list excludes numerous individuals who are within groups that Defendants admit should receive notice. See Mot., 7-8.

Plaintiffs' counsel sent a letter to Defendants' counsel on July 11, 2007, containing a series of questions regarding the list of names Defendants had produced, and requesting a response by July 16. See Donahoo Decl., ¶ 7, Ex. D. Defendants' counsel answered some of the questions by letter on July 19, 2007, but objected to and refused to answer others. See Donahoo Decl., ¶ 8, Ex. E. The parties continued to discuss the list of names, but were unable to resolve their dispute.

Plaintiffs brought the instant motion for leave on July 24, 2007, and requested that the Court take immediate action because the deadline for sending the facilitated notice pursuant to the Opt-In Order was approaching. On August 8, 2007, without further action from the Court, the Notice Administrator sent the required Notice to all of the 24 Hour Fitness employees on the list Defendants had provided.

#### III. <u>DISCUSSION</u>

Plaintiffs have demonstrated that Defendants' list of names for facilitated notice is incomplete. <u>See</u> Donahoo Decl., ¶¶ 11-43; Lee Decl., ¶¶ 1-2; Geneser Decl., ¶¶ 1-2; Phillips Decl., ¶¶ 1-2. The Court therefore GRANTS Plaintiffs leave to bring their motion to compel the supplemental production of names and

addresses.

Pursuant to the Opt-In Order, if the parties were unable to resolve any issues related to the list of names through the meet and confer process, either party could request leave of Court to file a motion; if the Court granted leave, the time for sending out the required Notice would be tolled until the dispute was resolved. See Opt-In Order, ¶ 8. Although Plaintiffs sought leave in a timely manner, the Court did not act on that request prior to the deadline for sending the Notice. For the purposes of any additional individuals Defendants disclose as a result of relief granted herein, or as a result of Plaintiff's subsequent motion to compel, the time for filing notice shall be deemed tolled as of July 27, 2007, the date on which Plaintiffs brought the instant motion for leave.

Upon resolution of the motion to compel, Plaintiffs shall give the list of additional names to the Notice Administrator, and the Notice Administrator shall send the Notice and "Consent to Join" form to all of the new people on the list. Those individuals must return the "Consent to Join" form no later than sixty (60) days after the date on which the Notice Administrator mails the Notice. Additionally, the deadline for those individuals who received the Notice sent August 8, 2007, to return their "Consent to Join" forms shall be extended to coincide with the deadline for those now receiving the Notice for the first time. Within ten (10) days of the close of the extended opt-in period described above, all "Consent to Join" forms shall be filed

with the Court.1

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Plaintiffs also ask the Court to require Defendants to answer a series of questions relating to the list of names, initially presented in a letter to Defendants' counsel. See Mot., at 6; Donahoo Decl., Ex. D. When Defendants previously asked the Court to clarify or reconsider the terms of the Opt-In Order, the Court ordered the parties to meet and confer regarding any remaining disputes. See Docket No. 154. Following the Court's order, Defendants did not engage in any meaningful attempt to resolve disputes over interpretation of the Opt-In Order; rather, they objected to Plaintiffs' questions and stuck to their own interpretation of the Opt-In Order. See e.g., Donahoo Decl., Ex. E, ¶ 1 ("This request is oppressive and burdensome." "Defendants' interpretation of the Court's orders is..."). Given that Plaintiffs have demonstrated Defendants' omission of individuals who are in groups both parties agree should receive the Notice, as well as the omission of entire groups of people from the list, Defendants' refusal to answer Plaintiffs' questions is unacceptable. The Court therefore GRANTS Plaintiffs' motion requesting an order that requires Defendants to answer the questions contained in the July 11 letter from Richard Donahoo to Lisa Chagala (Exhibit D to the Donahoo Declaration).

Plaintiffs also ask the Court to order Defendants to identify and make available for deposition a person most knowledgeable

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<sup>&</sup>lt;sup>1</sup>If Defendants do not disclose any additional names, the Notice Administrator will not need to send the Notice again, and the opt-in period will not be extended.

("PMK") about Defendants' efforts to comply with the Opt-In Order. From communication between counsel, it appears that Defendants were previously willing to produce a PMK for deposition if Plaintiffs still required the deposition after resolving the disputes over the Opt-In Order. See Donahoo Decl., Ex. C. The Court therefore DENIES Plaintiffs' request that the Court order Defendants to identify a PMK for deposition as premature. Defendants have indicated their willingness to cooperate on this deposition once the list of names is final. If, after resolution of Plaintiffs' motion to compel, the deposition is necessary and Defendants refuse to cooperate, Plaintiffs may then move to compel the deposition.

Finally, Plaintiffs seek an order requiring the parties to brief whether or not sanctions against Defendants are appropriate. As the briefing would depend on the PMK deposition discussed above, it would be premature to order that briefing now. The Court therefore DENIES this request. After Defendant complies with this Order and answers the questions regarding compliance with the Opt-In Order, and following the resolution of Plaintiffs' motion to compel, if Plaintiffs depose the PMK and still believe sanctions are appropriate, they may seek leave to file a motion for sanctions.

### IV. CONCLUSION

For the foregoing reasons, Plaintiffs' motion is GRANTED IN PART and DENIED IN PART. The Court hereby ORDERS as follows:

1. Plaintiffs may file a motion to compel supplemental

disclosure of names and addresses for facilitated notice.

thern District of California

2. Plaintiffs shall file their motion to compel no later
than September 7, 2007; Defendants shall file their Opposition n
later than September 21, 2007; Plaintiffs may file a Reply no
later than September 28, 2007; the motion to compel is set for
hearing before the Court on October 12, 2007, at 10:00 a.m.

3. Defendants shall provide written answers to Questions 1, 3, 5, 6, and 8 in the July 11, 2007, letter from Richard Donahoo to Lisa Chagala (Exhibit D to the Donahoo Declaration) no later than September 5, 2007.

IT IS SO ORDERED.

Dated: August 28, 2007.

UNITED STATES DISTRICT JUDGE